

Boyd, Jocelyn182634
182633

COPY

From: Flatelinc@aol.com
Sent: Thursday, November 02, 2006 1:53 PM
To: jnelson@regstaff.sc.gov; Boyd, Jocelyn
Cc: FLATEL@aol.com
Subject: Re: Nov. 1, 2006 Transportation Agenda Item #12 - Petition of Flatel for Rein...
Attachments: SC PSC Docket 1999-515-C and 2005-224-C.pdf

D. Duke

SA

11-3-06

Mr. Nelson and Ms. Boyd,

I am attaching for your review the necessary documents for Flatel's Petition for reinstatement of its certificate of PC&N in South Carolina. Please note the address continues to be incorrect as we are in Suite 100 and not 210 as indicated on your documents.

If you have any questions or concerns regarding this email, please contact our office at the information provided below.

Best regards,

Mr. Abby Matari

CEO / Corporate Development

FLATEL, Inc.

Florida Telephone Co.

Telephone USA

2300 Palm Beach Lakes Blvd

Executive Center Suite 100

West Palm Beach, FL 33409

E AMatari@Flatel.net

P 561-688-2525 x 102

F 561-688-7334

www.Flatel.net

This message contains information from FLATEL, Inc. which may be confidential and privileged. If you are not an intended recipient, please refrain from any disclosure, copying, distribution or use of this information and note that such actions are prohibited. If you have received this transmission in error, please notify by email AMatari@Flatel.net

RECEIVED
 NOV 03 2006
 PSC SC
 MAIL / DMS

11/2/2006



Memorandum

TO: South Carolina Regulated Utilities
SUBJECT: 2005 Annual Reports
DATE: December 20, 2005

Enclosed is the annual report form your company is required to complete pursuant to regulations promulgated by the Public Service Commission of South Carolina (PSC). This form is due to the PSC and the Office of Regulatory Staff (ORS) no later than April 1, 2006. If your company has a fiscal year end other than December 31, 2005, the report is due three months after the end of your fiscal year; however, you should notify the ORS of your fiscal end date.

Please complete three (3) copies of this form, retain one copy for your files and return two copies to the South Carolina Office of Regulatory Staff, PO Box 11263, Columbia, SC 29211. Upon receipt, the Office of Regulatory Staff will forward one copy to the Public Service Commission of South Carolina. Filing two copies with the Office of Regulatory Staff will satisfy the utility's responsibility for submitting an annual report as required by Commission regulation.

If you should have any questions regarding this process, please contact Katie Morgan at 803-737-0808 or Jocelyn Boyd at 803-896-5114. Thank you for your cooperation in this matter.

Charles L.A. Terreni
Chief Clerk/Administrator
Public Service Commission of SC

Dan F. Arnett
Chief of Staff
SC Office of Regulatory Staff

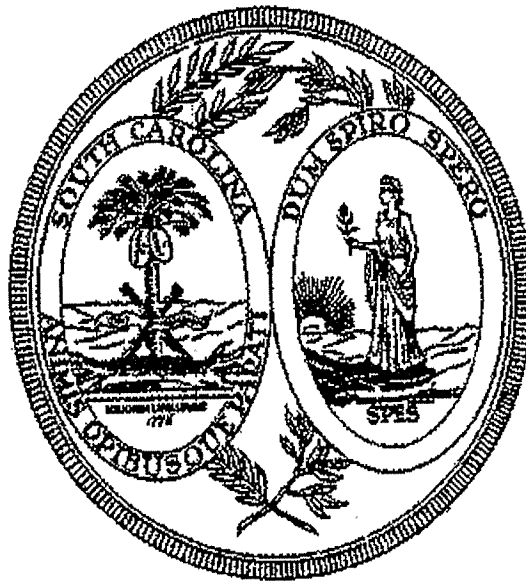


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GENERAL INSTRUCTIONS

1. All Telecommunications Companies are required by state law to complete and file this annual report. Two copies should be mailed to the South Carolina Office of Regulatory Staff, P.O. Box 11263, Columbia, SC 29211 by April 1, 2006. A third copy should be retained by the company for reference. Upon receipt, the Office of Regulatory Staff will forward one copy to the Public Service Commission of South Carolina. Filing two copies with the Office of Regulatory Staff will satisfy the utility's responsibility for submitting an annual report as required pursuant to Commission regulations. Pencil entries will not be permitted on the hard copy.
2. All forms are available in MS Excel on the Office of Regulatory Staff web site at www.regulatorystaff.sc.gov.
3. Where no information is available for an item in the report, "0," None, or Not applicable are appropriate responses.
4. All accounting terms and phrases used in this report are to be interpreted in accordance with the Uniform System of Accounts prescribed in part 32 of the Federal code of regulation, or in accordance with Generally Accepted Accounting Principles if your company has specific permission from this Commission to use GAAP for financial reporting and record keeping.
5. Throughout this report, money items will be rounded to the nearest dollar.
6. Failure to comply with the submission of the annual report may result in fines and/or revocation of Certificate of Public Convenience and Necessity.
7. Separate notification is required for changes in company information -- i.e. name, address, telephone number, contact names, sale or purchase of Company, corporate structure.
8. Contact the Office of Regulatory Staff at (803) 737-0800 if you have questions about this form or the requirements for a Telecommunications Company.
9. Companies that have been approved for Alternative Regulation are not required to complete schedules 4, 5 and 6.

Company Information

Identification and Contact Information

Federal ID No.	<u>050788827</u>		
Check/ Date:	<input type="checkbox"/> Sole Proprietorship	<input type="checkbox"/> Partnership	<input checked="" type="checkbox"/> Corporation
Name of Company	<u>FLATEL, Inc</u>		
Doing Business As:	<u>Telephone USA</u>		
Street Address:	<u>2300 Palm Beach Lakes Blvd Ste 210 100</u>		
City:	<u>West Palm Beach</u>	State: <u>FL</u>	Zip: <u>33409</u>
Telephone Number:	<u>Tel: 6082525</u>		

Type of Business

<input checked="" type="checkbox"/> CLEC
<input type="checkbox"/> ILEC
<input type="checkbox"/> IXC

Contact (for purposes of this report)

Contact Name:	<u>Adriana Solar</u>		
Title:	<u>CEO</u>		
Street Address:	<u>2300 Palm Beach Lakes Blvd Ste 100</u>		
City:	<u>W. Palm Beach</u>	State: <u>FL</u>	Zip: <u>33409</u>
Telephone Number:	<u>Tel: 6082525</u>	E-mail:	<u>ASOLAR@flatel.net</u>

Company Officers

Title of Officer	Name of Person Holding Office
President	Adriana Solar
Vice-President	
Secretary	
Treasurer	
Gen. Manager or Supt.	

Contact Information (If different from above)

Contact Name:			
Title:			
Street Address:			
City:	State:	Zip:	
Telephone Number: ()		E-mail:	

LOCAL EXCHANGE CARRIER ANNUAL REPORT
Schedule #1-Operating Revenue & Expenses

Year Ending December 31, 2006

<u>Operating Revenues:</u>	<u>Uniform System of Accounts</u>	<u>G/L Accounts</u>	<u>Combined</u>	<u>Intrastate</u>
Local Network Service Revenues	5001-5069	847694.05		
Network Access Service Revenues	5080			
Long Distance Revenues	5100-5169			
Miscellaneous Revenues	5230-5270			
Uncollectible Revenues	6301-6302			
Total Revenues		847694.05		
<u>Operating Expenses:</u>				
Plant Specific Expenses	6112-6410	715523.78		
Plant Nonspecific Expenses	6660			
Customer Operations Expenses	6620			
Corporate Operations Expenses	6711-6790			
Operating Taxes other than Income	7240			
Operating Investment Tax Credits-Net	7210			
Operating Taxes-Income-Current-Federal	7220			
Operating Taxes-Income-Current-State	7230			
Operating Taxes-Deferred Income-Net	7250			
Total Operations Expenses		715523.78		
Net Income from Operations				
Interest Income	7320			
Nonoperating Income and Expenses	7310-7450			
Fixed Charges-(Other Than Interest on Debt)				
Interest Expense on Funded Debt	7610			
Non-regulated Net Income	7610-7991			
Extraordinary Items				
Net Income				

LOCAL EXCHANGE CARRIER ANNUAL REPORT
Schedule #2- Balance Sheet

Date of Balance Sheet: December 31, 2005

<u>Description</u>	<u>G/L Accounts</u>	<u>Balance at Close of Year</u>
Current Assets		
Cash		
Temporary Investments	24446.00	99,322.00
Telecommunications Accounts Receivables		
Allowance for Bad Debts		
Interest, Dividends & Other Accounts Receivable		
Notes Receivable-Net		
Materials & Supplies Inventory		
Other Current Assets		
Total Current Assets		
Prepaid Accounts & Deferred Charges		
Prepays		
Deferred Charges		
Total Prepaid Accounts & Deferred Charges		
Non-Current Assets		
Investments in Affiliated Companies		
Investment in Non-Affiliated Companies		
Non-Regulated Investments		
Other Non-Current Assets		
Total Non-Current Assets		
Telecommunications Plant		
Telephone Plant in Service		
Property Held for Future Use		
Telecommunications Plant under Construction		
Telecommunications Plant Adjustment		

Schedule #2- Balance Sheet-Continued

Description	G/L Accounts	Balance at Close of Year
Telecommunications Plant-Continued		
Non-Operating Plant		
Goodwill		
Total Plant		
Depreciation Reserve-Plant		
Depreciation Reserve-Other		
Total Depreciation Reserve		
Net Telecommunications Plant		
Total Assets		
Current and Accrued Liabilities		
Accounts Payable	(32,504.00)	116,807.00
Notes Payable-Affiliated		
Advance Billings and Payments		
Customer Deposits		
Current Maturities-Long Term Debt		
Current Maturities-Capital Leases		
Income Taxes Accrued		
Other Accrued Taxes		
Other Accrued Liabilities		
Other Current Liabilities		
Total Current and Accrued Liabilities		
Other Liabilities and Deferred Credits		
Other Long Term Liabilities		
Premium on Long Term Debt		
Unamortized Operating Investment Tax Credits-Net		

Schedule #2- Balance Sheet-Continued

Description	G/L Accounts	Balance at Close of Year
<u>Other Liabilities and Deferred Credits-Continued</u>		
Unamortized Nonoperating Investment Tax Credits-Net		
Other Deferred Credits		
Net Current Deferred Operating Income Taxes		
Net Current Deferred Nonoperating Income Taxes		
Net Noncurrent Deferred Operating Income Taxes		
Net Noncurrent Deferred Nonoperating Income Taxes		
Other Jurisdictional Liabilities and Deferred Credits		
Total Other Liabilities and Other Credits		
<u>Long Term Debt</u>		
Funded Debt		
Reacquired Debt		
Obligations Under Capital Leases		
Advances from Affiliated Companies		
Other Long Term Debt		
Total Long Term Debt		
Total Liabilities		
<u>Stockholders Equity</u>		
Capital Stock	1000	1000
Additional Paid in Capital	149,967.00	149,053.00
Treasury Stock		
Other Capital		
Retained Earnings	(169,082.00)	(35,782.00)
Total Stockholders Equity		
Total Stockholders Equity and Liabilities		

Schedule #3-Retained Earnings

Description	Debits	Credits
Retained Earnings Account		
Retained Earnings-Beginning of Year	(169,087.00)	
Miscellaneous Debits to Retained Earnings	92,744.00	
Miscellaneous Credits to Retained Earnings		
Net Income or Loss From Operations		126,049.00
Retained Earnings-End of Year	(35,782.00)	
Appropriated Retained Earnings:		
Dividends Declared		
Other		
Unappropriated Retained Earnings:		
Jurisdictional Retained Earnings		
Other		
Retained Earnings-Total End of Year		

Schedule #4-Expenditures for Plant and Equipment

<u>Description</u>	<u>Balance at</u> <u>Beginning of Year</u>	<u>Retirements</u> <u>during the Year</u>	<u>Additions</u> <u>during the Year</u>	<u>Balance at End</u> <u>of the Year</u>
Land				
Motor Vehicles				
Aircraft				
Special Purpose Vehicles				
Garage Work Equipment				
Other Work Equipment				
Buildings				
Furniture				
Office Equipment	40,348.00			40,348.00
General Purpose Computers				
Analog Electronic Switching				
Digital Electronic Switching				
Electromechanical Switching				
Operator Systems				
Radio Systems				
Circuit Equipment				
Station Apparatus				
Customer Premises Equipment				
Large Private Branch Exchange				
Public Telephone Terminal Equip.				
Other Terminal Eq.				
Poles				

Schedule #4-Expenditures for Plant and Equipment-Continued

<u>Description</u>	<u>Balance at Beginning of Year</u>	<u>Retirements during the Year</u>	<u>Additions during the Year</u>	<u>Balance at End of the Year</u>
Arial Cable-Metallic				
Arial Cable-Nonmetallic				
Underground Cable-Metallic				
Underground Cable-Nonmetallic				
Buried Cable-Metallic				
Buried Cable-Nonmetallic				
Submarine Cable-Metallic				
Submarine Cable-Nonmetallic				
Deep Sea Cable				
Intrabuilding Network Cable:				
Metallic				
Nonmetallic				
Aerial Wire				
Conduit System				
Capital Leases				
Leasehold Improvements				
Intangibles				
Total Telecommunications Plant in Service				
Property Held for Future Use				
CWIP-Short Term				
CWIP-Long Term				

Schedule #4-Expenditures for Plant and Equipment-Continued

	<u>Balance at</u>	<u>Retirements</u>	<u>Additions</u>	<u>Balance at End</u>
	<u>Beginning of Year</u>	<u>during the Year</u>	<u>during the Year</u>	<u>of the Year</u>
Description				
Telecommunications Plant Adjustment				
Non Operating Plant				
Goodwill				
Total Expenditures for Plant and Equipment				

Schedule #5-Approved Year End Depreciation Rates (%)

Description	Acct #	Rate (%)
Motor Vehicles	2112	
Aircraft	2113	
Special Purpose Vehicles	2114	
Garage Work Equipment	2115	
Other Work Equipment	2116	
Buildings	2121	
Furniture	2122	
Office Equipment	2123	
General Purpose Computers	2124	
Analog Electronic Switching	2211	
Digital Electronic Switching	2212	
Electromechanical Switching	2215	
Operator Systems	2220	
Radio Systems	2231	
Circuit Equipment	2232	
Station Apparatus	2311	
Large Private Branch Exchange	2341	
Public Telephone Terminal Equip.	2351	
Other Terminal Eq.	2362	
Poles	2411	
Arial Cable-Metallic	2421	
Arial Cable-Nonmetallic	2421	
Underground Cable-Metallic	2422	
Underground Cable-Nonmetallic	2422	
Buried Cable-Metallic	2423	
Buried Cable-Nonmetallic	2423	
Submarine Cable-Metallic	2424	
Submarine Cable-Nonmetallic	2424	
Deep Sea Cable	2425	
Intrabuilding Network Cable-Metallic	2426	
Intrabuilding Network Cable-Nonmetallic	2426	
Aerial Wire	2431	
Conduit System	2441	
Capital Leases	2601	
Leasehold Improvements	2682	
Intangibles	2690	
Composite Rate for all Depreciable Plant		
Composite Rate for Plant Accounts		

Schedule #6 Depreciation Reserve Analysis

Give particulars of Credits and Debits to Account #3100, Accumulated Depreciation

Description	Acct #	Req. Bal.	Degrec.	Cost of Asset Retired	Cost of Removal	Salvage Value	Other	Bal. End.
Motor Vehicles	2112							
Aircraft	2113							
Special Purpose Vehicles	2114							
Garage Work Equipment	2115							
Other Work Equipment	2116							
Buildings	2121							
Furniture	2122							
Office Equipment	2123	40348.00	2463.00					
General Purpose Computers	2124							
Analog Electronic Switching	2211							
Digital Electronic Switching	2212							
Electromechanical Switching	2215							
Operator Systems	2220							
Radio Systems	2231							
Circuit Equipment	2232							
Station Apparatus	2311							
Large Private Branch Exchange	2341							
Public Telephone Terminal Equip.	2351							
Other Terminal Eq.	2362							
Poles	2411							
Aerial Cable-Metallic	2421							
Aerial Cable-Nonmetallic	2421							
Underground Cable-Metallic	2422							
Underground Cable-Nonmetallic	2422							
Buried Cable-Metallic	2423							
Buried Cable-Nonmetallic	2423							
Submarine Cable-Metallic	2424							
Submarine Cable-Nonmetallic	2424							
Deep Sea Cable	2425							
Intrabuilding Network Cable-Metallic	2426							
Intrabuilding Network Cable-Nonmetallic	2426							
Aerial Wire	2431							
Conduit System	2441							
Depreciation Inbalance	9000							
Total	3100							
Property Held for Future Use	3200							
Nonoperating Plant	3300							
Capital Leases	3410							
Leasehold Improvements	3500							
Total								

Schedule #7-Access Lines

Total Business	<u>5</u>
Total Residence	<u>1435</u>
Total Access Lines	<u></u>
Total Number of Customers	<u>1440</u>
Total Wholesale Customers	<u>0</u>
Total Wholesale DSL Customers	<u>0</u>

List any kind of investments your Company had, at the close of the business year, outside of plant and equipment devoted to telephone and miscellaneous operations. Give full description of each investment:

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Check No. 5766

No.: _____ Date: ____/____/____

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Part 5

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THE UNIVERSITY OF CHICAGO

STATE OF SOUTH CAROLINA
SECRETARY OF STATE

APPLICATION FOR REINSTATEMENT OF
A CORPORATION DISSOLVED
BY ADMINISTRATIVE ACTION

TYPE OR PRINT CLEARLY IN BLACK INK

Pursuant to Section 33-14-220 of the 1976 South Carolina Code of Laws, as amended, the undersigned hereby applies to the Secretary of State for reinstatement of a corporation dissolved by administrative action and for that purpose, submits the following information:

1. The name of the corporation is Flatel, Inc
Date of incorporation 04-20-2000 Date of dissolution 8-29-05
2. Complete either "a" or "b", whichever is applicable.
 - a. ☐ Grounds for administrative dissolution did not exist.
 - b. ☒ The grounds for administrative dissolution, which were: Emc did not receive notification (incorrect address)
have now been eliminated.
3. The corporation's name satisfies the requirements of Section 33-4-101 of the 1976 South Carolina Code of Laws, as amended.

Date 11-2-06

Flatel, Inc
Name of Corporation

Adri Solar
Signature

Adri Solar CFO
Type or Print Name and Office

FILING INSTRUCTIONS

1. Two copies of this form, one of which can be either a duplicate original or a conformed copy must be filed.
2. Filing fee (Payable to the Secretary of State at the time of filing this application) - \$25.00
3. THIS APPLICATION CAN BE FILED ANYTIME AFTER THE EFFECTIVE DATE OF THE CORPORATION'S DISSOLUTION BY ADMINISTRATIVE ACTION AND MUST BE ACCOMPANIED BY A CERTIFICATE FROM THE SOUTH CAROLINA DEPARTMENT OF REVENUE RECITING THAT ALL STATE TAXES, PENALTIES AND INTEREST OWED BY THE CORPORATION HAVE BEEN PAID.

Return to: Secretary of State
P.O. Box 11350
Columbia, SC 29211

South Carolina Universal Service Fund Contribution Worksheet

Certification of Revenues:

113. Revenues:

(a) Total Intrastate End User Operating Revenues in South Carolina for 12 months period ending 12/31/2005: 0

(b) Total Interstate End User Operating Revenues in South Carolina for 12 months period ending 12/31/2005: 0

(c) Total Intrastate and Interstate End User Operating Revenues in South Carolina for 12 months period ending 12/31/2005: 0

114. Certification of Report: I certify that I am an officer of the above named reporting entity, that I have examined the foregoing report and to the best of my knowledge, information, and belief, all of the statements in this Contribution Worksheet are true and that said Worksheet is an accurate statement of affairs of the above named Company for the time period of covered in this report.

Signature: Adri Solar Date: 11-2-06

Printed name of Officer signing above: Adri Solar

Position of Officer signing above: CFO

SWORN TO AND SUBSCRIBED BEFORE ME
this the 2nd day of Nov, 2006

Cathy Albelo Cathy Albelo

NOTARY PUBLIC for
My Commission Expires: _____



Cathy Albelo
Commission #DD263847
Expires: Nov 09, 2007
Bonded Thru
Acumatic Bonding Co., Inc.

2005 USF

South Carolina Universal Service Fund Contribution Worksheet

Contributor Identification Information:

101. Legal name of reporting entity: Flatel, Inc

102. IRS employer identification number: 650788827

103. Name telecommunications service provider is doing business as if different than shown above: _____

104. Complete mailing address of reporting entity:
2300 Palm Beach Lakes Blvd Suite 100
West Palm Beach, FL 33409

105. Individual who completed this worksheet: Adri Solar

106. Telephone number of individual completing the worksheet: ⁽⁵⁶¹⁾6282525 x 104

107. E-mail address for individual completing the worksheet: asolar@flatel.net

108. Fax number of individual completing the worksheet: ⁽⁵⁶¹⁾6287334

109. Address that Universal Service Fund bills should be sent:
2300 Palm Beach Lakes Blvd Suite 100
West Palm Beach, FL 33409

110. Contact person at your Company for Universal Service Fund billing questions: Adri Solar ⁽⁵⁶¹⁾6282525 x 104

111. Telephone number for individual provided in Item 110: 561 6282525
_____ x 104

112. E-mail address for individual provided in Item 110: _____
asolar@flatel.net

Year Ending 12/31/2005

201 - Surcharges or other amounts on bills identified as recovering both state and federal Universal Service contributions

Fixed local services:

202 - Monthly service, local calling, connect charges, vertical features, and other local exchange service charges. Except for federally tariffed subscriber line charges,

203 - P1CC charges levied by a local exchange carrier on a no-P1C customer and tariffed subscriber line charges.

204 - Local private line and special access service

205 - Payphone revenues

206 - Other local telecommunications service revenues

Toll services:

207 - Prepaid calling card (including card sales to customers and non-carrier distributors but excluding international calling) reported at face value of cards

208 - Interstate and intrastate operator and toll calls with alternate billing arrangements (credit card, collect, etc.)

209 - Ordinary interstate and intrastate long distance (direct-dial VTS, customer toll-free 800/888 service, "10-10" calls, associated monthly account maintenance, PIOC pass-through, and other switched services not reported above

210 - Long distance private line services (excluding international)

211 - All other long distance services (excluding international)

[illegible]

Year Ending 12/31/2005

[illegible]

Gross South Carolina Revenues From All Sources (Telecommunications and Nontelecommunications)

Revenues from all other sources:

212 - Universal service support received from federal and state sources (both USF and Interim LEC Funds)

213 - Revenues from provision of broadband (including DSL and cable TV Program transmission) services

214 - Monthly service and activation charge revenues from mobile (including wireless telephony, paging and messaging and other mobile services) services

215 - Mobile service message charges including roaming, but excluding toll charges

216 - International operator and toll calls, international calling card sales, international private line services and any other international services

217 - Revenues from other than telecommunications services, including, but not limited to: Information services, inside wiring maintenance, billing and collection, customer premises equipment, published directory, and dark fiber

218 - Gross revenues from all sources (Lines 201 through 217)

[illegible]

South Carolina State USF Fund Contribution Revenue:

219 - Total Gross universal service contribution base amounts -
 Lines 201 through 211

220 - Uncollectible revenue/bad debts expense associated with gross revenue amounts on Line 218

221 - Uncollectible revenue/bad debts expense associated with universal service contribution amounts on Line 219

**222 - Net Universal Service Fund contribution base revenue
(Line 219 minus Line 221)**